GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:1327
ANSWERED ON:02.05.2016
Facilities to Drug Exporters
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Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) the details of India"s export of various pharmaceutical products including drugs during each of the last three years, quantity and value-wise and country-wise;
(b) the details of the facilities being provided by the Government to the drug exporters;
(c) whether the drug exporters are enjoying benefits both under Export Promotion Schemes and Excise Act;
(d) if so, the details thereof and the reasons therefor; and
(e) the steps proposed to be taken by the Government to check duplication of benefits for one consignment in a year under the said schemes and present revenue loss to the exchequer?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (INDEPENDENT CHARGE)
(SMT. NIRMALA SITHARAMAN)

(a) : The details of country-wise export of various pharmaceutical products both in quantity and value during the last three years for the top 30 markets is annexed.
(b) to (e) :Framework for increasing exports of various commodities including drug exports is provided in the Foreign Trade Policy (FTP) 2015-2020. Financial assistance is provided under Market Development Assistance and Market Access Initiative Schemes of the Department of Commerce to exporters of various commodities including Pharmaceutical products, particularly small and medium size exporters. Export Incentives are available to Pharmaceutical industry through various trade promotion schemes like Merchandise Exports from India Scheme(MEIS), Advance Authorization Scheme, DFIA for import of raw materials and EPCG Scheme for import of Capital Goodsetc. in the Foreign Trade Policy (FTP).
Under Central Excise law, facility available to any commodity for payment of rebate of duty on export is also available to pharmaceutical products. Under Rule 18 of Central Excise Rules, 2002, where any goods are exported, the rebate of duty paid on such goods or duty paid on material used in the manufacture or processing of such goods is granted. Alternatively, under Rule 19 of Central Excise Rules, 2002, any excisable goods may be exported without payment of duty from the factory of the producer or the manufacturer or the warehouse or any other premises. Benefits provided under the Export Promotion Schemes are independent of benefits available under Excise law, accordingly, duplication of benefits on same consignment do not arise. The benefits made available on excise duty for exports are primarily based on the trade principle that domestic taxes should not be exported.
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Annex
India"s Exports To Top 30 Countries QTY In Kgs And Value In $ Mn

Rank Country 2012-13 QTY KGs 2012-13 $mn 2013-14 QTY KGs 2013-14 in $ mn 2014-15 QTY KGs 2014-15 $ mn 2015-16(April-Feb) QTY KGs 2015-16(April-Feb) $ mn
1 U S A 97649580 3664.90 109724029 3958.33 113444064 4311.68 110814180 5053.92
2 SOUTH AFRICA 11814411 455.07 13792030 561.56 17438904 511.71 21744673 555.55
3 U K 21903920 519.04 30919459 527.96 28063629 543.07 26773896 512.28
4 NIGERIA 47440274 342.06 47565111 382.42 56618140 420.40 57820309 389.12
5 RUSSIA 13787895 574.09 13613464 546.60 12134815 425.65 11061530 341.60
6 GERMANY 17592961 442.89 19329020 404.50 21376235 372.88 19558305 312.54
7 KENYA 25379528 243.71 30764688 240.21 32836654 283.23 33118992 299.91
8 BRAZIL 8630770 324.91 11122575 313.27 10628975 375.94 9256461 299.11
9 NETHERLAND 9960960 226.40 8063744 234.00 10063914 243.24 7764367 221.42
10 FRANCE 6356577 203.11 8332606 206.75 9944128 209.04 9391642 209.76
11 AUSTRALIA 6112291 189.28 6360383 198.05 7859401 206.02 7229600 208.10
12 VIETNAM SOC REP 15636306 200.94 17772985 212.39 22545974 233.60 23954335 200.90
13 SRI LANKA DSR 12093839 155.90 13298110 166.73 13692479 172.85 14051187 184.73
14 CANADA 4750673 274.41 4659025 227.49 4880403 208.14 3677174 182.40
15 PHILIPPINES 4184244 125.81 5969578 140.16 8694781 156.08 8248505 177.89
16 BELGIUM 4977788 136.09 7036912 126.94 8977064 153.84 9299459 172.60
17 IRAN 5776788 161.37 9567901 182.97 10161919 174.73 10870082 170.92
18 TANZANIA REP 9141534 134.06 12145444 155.31 13249603 187.64 9936446 163.00
19 UGANDA 5276846 115.06 6732209 155.37 9644476 157.95 7589301 152.37

20	NEPAL	11318765	125.87	12373603	141.83	21597735	169.14	15275962	151.60
21	EGYPT A RP	12701525	87.80	10793792	93.08	14691565	116.58	13752066	148.23
22	MEXICO	6976002	144.55	5547971	126.07	5255934	126.43	5676914	146.65
23	TURKEY	4440508	186.25	7760165	156.54	8551604	147.69	6689864	143.30
24	MYANMAR	6159461	123.11	8712152	138.73	10554895	171.78	8792020	139.27
25	THAILAND	9973106	133.24	4840906	108.68	6380679	157.01	5957953	135.81
26	CHINA P RP	6560308	121.71	9865092	118.54	9883395	139.12	8675902	130.21
27	JAPAN	3662738	178.86	3998762	174.68	4772582	142.12	4033452	128.66
28	BANGLADESH PR	9345098	130.92	11067194	156.77	10017826	140.75	9783366	121.15
29	SPAIN	6003276	149.83	5899611	137.08	6171184	132.18	5790461	120.78
30	MOZAMBIQUE	3605617	43.71	5918806	60.70	9428638	82.28	6980767	118.10
Total of the above		409213589	9914.933965	463547327	10353.69977	519561595	10872.77381	493569171	11291.86864
Grand Total		663698836	14420.80	736158204	14949.53	835088173	15431.50	745756269	15368.35